STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

CASE NO. 13848 ORDER NO. R-3127-D

APPLICATION OF COG OPERATING, L.L.C. FOR THE APPROVAL OF THE THIRD AMENDMENT OF THE GRAYBURG-JACKS ON WEST COOPERATIVE UNIT AGREEMENT EXTENDING THE VERTICAL LIMITS OF THE UNITIZED FORMATION TO INCLUDE THE BLINEBRY, TUBB AND DRINKARD INTERVALS OF THE YESO FORMATION, TO AMEND ORDER NO. R-3127-B TO CORRECT CERTAIN FINDINGS AND TO INCLUDE COMMINGLED PRODUCTION, AND FOR EXTENSION OF THE GRAYBURG JACKSON-SEVEN RIVERS-QUEEN-GRAYBURG-SAN ANDRES-GLORIETA-YESO (PADDOCK) POOL TO INCLUDE THE BLINEBRY, TUBB AND DRINKARD INTERVALS OF THE YESO FORMATION, EDDY COUNTY, NEW MEXICO.

NUNC PRO TUNC ORDER

BY THE DIVISION:

It appearing to the Oil Conservation Division that Order No. R-3127-C, dated February 1, 2007 does not correctly state the intended order of the Division,

IT IS THEREFORE ORDERED THAT:

(1) Finding No. (15) of Division Order No. R-3127-C is hereby amended to read as follows;

"(15) Subsequent to the hearing, and by Agreed Compliance Order ("ACO") No, 161 dated January 22, 2007, Mack Energy Corporation reached a settlement agreement with the Division, that resolves, as to the responsibility of Mack Energy Corporation, all of the issues of non-compliance within the Unit."

(2) The corrections set forth in this order shall be entered retroactively as of February 1, 2007.

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DONE at Santa Fe, New Mexico, on this 8th day of February, 2007.



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

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MARK E. FESMIRE, P.E. Director
